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TCCN LIQUIDATOR DISTRIBUTES \$29.2 MILLION TO CREDITORS

NASHVILLE _ Courtney Pearre, Special Deputy Liquidator for the defunct TennCare MCO Tennessee Coordinated Care Network (TCCN), mailed out checks Friday totaling \$29.3 million to hundreds of Tennessee doctors, hospitals, and medical service and supply firms.

“We are pleased that the many creditors of TCCN are getting paid, at least in part, for the services they rendered to TennCare members,” said Paula Flowers, Commissioner of Commerce and Insurance. “We hope to recover additional money for future distribution as well.”

TCCN is the company that operated the Access MedPlus Health Plan, which was taken into liquidation in November, 2001. Ever since, health providers and other service providers hired by TCCN to serve TennCare enrollees have waited for payment as the company was liquidated by the state.

Pearre, at the direction of the Davidson County Chancery Court, has now paid out almost all of the remainder of TCCN's assets - \$29.3 million – to those providers.

Pearre is still pursuing the return of \$5.7 million that was diverted from TCCN in the final days of its operations and that the state contends belongs to the TCCN estate, and therefore available to pay creditors. A ruling in that matter is expected soon. If Pearre's motion is granted in that case, the money will be divided among the same creditors on a pro rata basis.

The proposed distribution allows 44.45 cents for every dollar determined to be owed to the providers. An exhibit listing the distribution can be found at <http://www.state.tn.us/commerce/tenncare/tccn/pdf/proIntDist050203.pdf>.

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